

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

RECEIVED

JUN 21 2004

ANNUAL REPORT MAILING LABEL - MAKE CHANGES AS NECESSARY

DIRECTOR OF UTILITIES

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W-02031A
Indiada Water Company, Inc.
301 North Garden Avenue
Sierra Vista AZ 85635

ANNUAL REPORT

FOR YEAR ENDING

12	31	2003
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FOR COMMISSION USE

Ann04	03
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COMPANY INFORMATION

Company Name (Business Name) <u>INDIADA WATER CO INC</u>			
Mailing Address <u>301 N GARDEN AVE</u>			
<u>SIERRA VISTA</u> (City)	<u>AZ</u> (State)	<u>85635</u> (Zip)	
<u>520-458-3209</u> Telephone No. (Include Area Code)	<u>520-439-9717</u> Fax No. (Include Area Code)	 Pager/Cell No. (Include Area Code)	
Email Address _____			
Local Office Mailing Address <u>SAME</u>			
 (City)	 (State)	 (Zip)	
 Local Office Telephone No. (Include Area Code)	 Fax No. (Include Area Code)	 Pager/Cell No. (Include Area Code)	
Email Address _____			

MANAGEMENT INFORMATION

Management Contact: <u>NATHAN WATKINS</u>		<u>Manager / President</u>	
(Name)		(Title)	
<u>301 N Garden Ave</u> (Street)	<u>SIERRA VISTA</u> (City)	<u>AZ</u> (State)	<u>85635</u> (Zip)
<u>520-458-4388</u> Telephone No. (Include Area Code)	<u>520-439-9717</u> Fax No. (Include Area Code)	<u>520-266-2976</u> Pager/Cell No. (Include Area Code)	
Email Address <u>nwatkins@theriver.com</u>			
On Site Manager: <u>SAME</u>			
(Name)			
 (Street)	 (City)	 (State)	 (Zip)
 Telephone No. (Include Area Code)	 Fax No. (Include Area Code)	 Pager/Cell No. (Include Area Code)	
Email Address _____			

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

Statutory Agent: Bob Watkins
(Name)

301 N Garden Ave Sierra Vista AZ 85635
(Street) (City) (State) (Zip)

520-458-4388 520-459-7623 _____
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Attorney: N/A
(Name)

(Street) (City) (State) (Zip)

Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

OWNERSHIP INFORMATION

Check the following box that applies to your company:

- | | |
|---|---|
| <input type="checkbox"/> Sole Proprietor (S) | <input type="checkbox"/> C Corporation (C) (Other than Association/Co-op) |
| <input type="checkbox"/> Partnership (P) | <input checked="" type="checkbox"/> Subchapter S Corporation (Z) |
| <input type="checkbox"/> Bankruptcy (B) | <input type="checkbox"/> Association/Co op (A) |
| <input type="checkbox"/> Receivership (R) | <input type="checkbox"/> Limited Liability Company |
| <input type="checkbox"/> Other (Describe) _____ | |

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

- | | | |
|-------------------------------------|---|-----------------------------------|
| <input type="checkbox"/> APACHE | <input checked="" type="checkbox"/> COCHISE | <input type="checkbox"/> COCONINO |
| <input type="checkbox"/> GILA | <input type="checkbox"/> GRAHAM | <input type="checkbox"/> GREENLEE |
| <input type="checkbox"/> LA PAZ | <input type="checkbox"/> MARICOPA | <input type="checkbox"/> MOHAVE |
| <input type="checkbox"/> NAVAJO | <input type="checkbox"/> PIMA | <input type="checkbox"/> PINAL |
| <input type="checkbox"/> SANTA CRUZ | <input type="checkbox"/> YAVAPAI | <input type="checkbox"/> YUMA |
| <input type="checkbox"/> STATEWIDE | | |

COMPANY NAME

INDIADA WATER CO., INC.

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization			
302	Franchises			
303	Land and Land Rights	750		750
304	Structures and Improvements			
307	Wells and Springs	14,684	14,373	311
311	Pumping Equipment	11,100	6,511	4,589
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes			
331	Transmission and Distribution Mains	18,217	12,218	5,999
333	Services			
334	Meters and Meter Installations	3,068	3,033	35
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment	7,297	4,489	2,808
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	55,116	40,624	14,492

This amount goes on the Balance Sheet Acct. No. 108

COMPANY NAME INDIADA WATER CO., INC.

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization			
302	Franchises			
303	Land and Land Rights	750		
304	Structures and Improvements			
307	Wells and Springs	14,684		41
311	Pumping Equipment	11,100		900
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes			
331	Transmission and Distribution Mains	18,217		1,220
333	Services			
334	Meters and Meter Installations	3,068		15
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment	7,297		1,064
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	55,116		3,240

This amount goes on the Comparative Statement of Income and Expense
Acct. No. 403.

COMPANY NAME INDIADA WATER CO., INC.

BALANCE SHEET

Acct No.	ASSETS	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 6,714	\$ 8,090
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	131	
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets	3,800	
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 10,645	\$ 8,090
	FIXED ASSETS		
101	Utility Plant in Service	\$ 51,792	\$ 55,116
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	37,384	40,624
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$ 14,408	\$ 14,492
	TOTAL ASSETS	\$ 25,053	\$ 22,582

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

COMPANY NAME	INDIADA WATER CO., INC
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BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITES		
231	Accounts Payable	\$ 961	\$ 1,771
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits	490	530
236	Accrued Taxes	688	731
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	TOTAL CURRENT LIABILITIES	\$ 2,139	\$ 3,032
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$ 6,167	\$ 4,125
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction		
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction		
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$	\$
	TOTAL LIABILITIES	\$ 8,306	\$
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ 41,300	\$ 41,300
211	Paid in Capital in Excess of Par Value	<22,643>	<22,643>
215	Retained Earnings	9,390	8,068
218	TREASURY Stock	<11,300>	<11,300>
	TOTAL CAPITAL	\$ 16,747	\$ 15,425
	TOTAL LIABILITIES AND CAPITAL	\$ 25,053	\$ 22,582

COMPANY NAME INDIADA WATER CO., INC.

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 27,458	\$ 27,045
460	Unmetered Water Revenue		
474	Other Water Revenues	166	204
	TOTAL REVENUES	\$ 27,624	\$ 27,249
	OPERATING EXPENSES		
601	Salaries and Wages	\$ 9,000	\$ 11,441
610	Purchased Water		5,085
615	Purchased Power	1,697	892
618	Chemicals		
620	Repairs and Maintenance	3,012	835
621	Office Supplies and Expense	531	692
630	Outside Services	890	1,160
635	Water Testing	1,230	750
641	Rents	1,953	400
650	Transportation Expenses		
657	Insurance – General Liability		
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense	461	434
403	Depreciation Expense	3,267	3,240
408	Taxes Other Than Income	1,142	1,328
408.11	Property Taxes	1,923	1,881
409	Income Tax		
	TOTAL OPERATING EXPENSES	\$ 25,106	\$ 28,138
	OPERATING INCOME/(LOSS)	\$ 2,518	\$ < 889 >
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense	625	< 433 >
	TOTAL OTHER INCOME/(EXPENSE)	\$	\$ < 433 >
	NET INCOME/(LOSS)	\$ 1,893	\$ < 1,322 >

COMPANY NAME INDIADA WATER CO., INC

SUPPLEMENTAL FINANCIAL DATA
Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued				
Source of Loan	STOCK HOLDER			
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$	\$	\$	\$
Amount Outstanding	\$ 4,125	\$	\$	\$
Date of Maturity				
Interest Rate	9 %	%	%	%
Current Year Interest	\$ 433	\$	\$	\$
Current Year Principle	\$ 2,042	\$	\$	\$

Meter Deposit Balance at Test Year End \$ 530

Meter Deposits Refunded During the Test Year \$ 160

COMPANY NAME INDIADA WATER CO., INC

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55 80790	1	12	55	8	N/A	1970
59 80389	2	20	150	8	N/A	1966
12 80192	1.5	20	145	8	2	1967

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
Antelope Run Water	100 r	2700

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
2	1		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
12,000	1	1,000	2
		85	2

COMPANY NAME INDIANA WATER CO., INC.

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2	PVC	210
3	HDPE	9700
4		
5		
6	PVC	1300
8		
10		
12		

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X 3/4	51
3/4	
1	
1 1/2	
2	
Comp. 3	
Turbo 3	
Comp. 4	
Tubo 4	
Comp. 6	
Tubo 6	

For the following three items, list the utility owned assets in each category.

TREATMENT EQUIPMENT:

STRUCTURES:

Fence

OTHER:

Pump house

COMPANY NAME: INDIADA WATER CO., INC.

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2003

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD	GALLON PUMPED (Thousands)
JANUARY	50	351	
FEBRUARY	49	321	
MARCH	47	255	
APRIL	50	353	
MAY	51	513	
JUNE	49	812	
JULY	48	505	
AUGUST	48	680	
SEPTEMBER	49	420	
OCTOBER	51	709	
NOVEMBER	51	499	
DECEMBER	50	283	
TOTAL		NA	

Is the Water Utility located in an ADWR Active Management Area (AMA)?

() Yes

(x) No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?

() Yes

(x) No

If yes, provide the GPCPD amount: _____

What is the level of arsenic for each well on your system. < 0.001 mg/l

(If more than one well, please list each separately.)

All wells

Note: If you are filing for more than one system, please provide separate data sheets for each system.

COMPANY NAME INDIADA WATER CO, INC. YEAR ENDING 12/31/2003

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2003 was: \$ 1,902

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. _____

INDIADA WATER COMPANY, INC.301 N. GARDEN AVE.
SIERRA VISTA, ARIZONA 85635
(520) 458-4388WELLS FARGO BANK
Sierra Vista Office
Sierra Vista, Arizona

91-527/1221

2102

4/30/2003

PAY TO THE ORDER OF MARSHA BONHAM COCHISE COUNTY TREAS

\$ **961.31

Nine Hundred Sixty-One and 31/100*****

DOLLARS

MARSHA BONHAM COCHISE COUNTY TREAS
PO BOX 1778
BISBEE AZ 85603*Debra Smith*

MEMO PAR # 937-26-870-7 2002 2nd 1/2

THIS DOCUMENT CONTAINS HEAT SENSITIVE INK. TOUCH OR PRESS HERE - RED IMAGE DISAPPEARS WITH HEAT.

⑈002102⑈ ⑆122105278⑆0818297673⑈

⑈0000096131⑈

INDIADA WATER COMPANY, INC.301 N. GARDEN AVE.
SIERRA VISTA, ARIZONA 85635
(520) 458-4388WELLS FARGO BANK
Sierra Vista Office
Sierra Vista, Arizona

91-527/1221

2163

10/17/2003

PAY TO THE ORDER OF MARSHA BONHAM COCHISE COUNTY TREAS

\$ **940.28

Nine Hundred Forty and 28/100*****

DOLLARS

MARSHA BONHAM COCHISE COUNTY TREAS
PO BOX 1778
BISBEE AZ 85603*Nellie Wells*

MEMO PAR # 937-26-870-7 2003 1st 1/2

THIS DOCUMENT CONTAINS HEAT SENSITIVE INK. TOUCH OR PRESS HERE - RED IMAGE DISAPPEARS WITH HEAT.

⑈002163⑈ ⑆122105278⑆0818297673⑈

⑈0000094028⑈

COMPANY NAME INDIADA WATER CO., INC.

YEAR ENDING 12/31/2003

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported 0
Estimated or Actual Federal Tax Liability -

State Taxable Income Reported 0
Estimated or Actual State Tax Liability -

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances _____
Amount of Gross-Up Tax Collected _____
Total Grossed-Up Contributions/Advances _____

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.


SIGNATURE

4-15-04
DATE

NATHANIEL WILLIAMS
PRINTED NAME

President / Manager
TITLE

VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only

RECEIVED

JUN 21 2004

VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	<u>Cochise</u>
NAME (OWNER OR OFFICIAL) TITLE	<u>NATHAN WATERS, President/Manager</u>
COMPANY NAME	<u>INDIANA WATER CO, INC</u>

AZ CORPORATION COMMISSION
DIRECTOR OF UTILITIES

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2003

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2003 WAS:

Arizona IntraState Gross Operating Revenues Only (\$)

\$ 28743

(THE AMOUNT IN BOX ABOVE
INCLUDES \$
IN SALES TAXES BILLED, OR COLLECTED

**REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

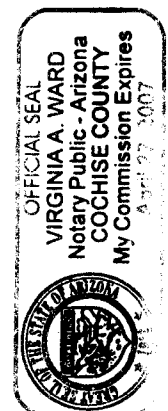
THIS 15th DAY OF

(SEAL)

MY COMMISSION EXPIRES 4/22/07

Nathan Waters
SIGNATURE OF OWNER OR OFFICIAL
520-458-3229
TELEPHONE NUMBER

COUNTY NAME	<u>Cochise</u>
MONTH	<u>April</u>
YEAR	<u>2004</u>
<u>Virginia Ward</u> SIGNATURE OF NOTARY PUBLIC	



VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
INTRASTATE REVENUES ONLY

RECEIVED

JUN 21 2004

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

AZ CORPORATION COMMISSION
DIRECTOR OF UTILITIES

COUNTY OF (COUNTY NAME) <u>COCHISE</u>	
NAME (OWNER OR OFFICIAL) <u>NATHAN WATKINS</u>	TITLE <u>PRESIDENT / MANAGER</u>
COMPANY NAME <u>INDIAN WATER CO, INC</u>	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION
FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2003

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2003 WAS

ARIZONA INTRASTATE GROSS OPERATING REVENUES \$ <u>28945</u>
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(THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 1696
IN SALES TAXES BILLED, OR COLLECTED)

*RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.

Nathan Watkins
SIGNATURE OF OWNER OR OFFICIAL

520-455-3209
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

15th

DAY OF

NOTARY PUBLIC NAME <u>Virginia Ward</u>	
COUNTY NAME <u>COCHISE</u>	
MONTH <u>April</u>	20 <u>04</u>

(SEAL)

MY COMMISSION EXPIRES

4/22/07

Virginia Ward
SIGNATURE OF NOTARY PUBLIC

